

Message Text

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PAGE 01 LONDON 11313 081807Z
ACTION TRSE-00

INFO OCT-01 EUR-12 EA-07 ISO-00 EB-07 AID-05 CIAE-00
COME-00 FRB-03 INR-07 NSAE-00 USIA-06 XMB-02
OPIC-03 SP-02 LAB-04 EPG-02 SIL-01 OMB-01 NSC-05
SS-15 STR-04 CEA-01 L-03 H-01 /092 W
-----108278 090447Z /20

R 081735Z JUL 77
FM AMEMBASSY LONDON
TO SECSTATE WASHDC 5953
INFO AMEMBASSY MANILA
AMEMBASSY BONN
AMEMBASSY CANBERRA
AMEMBASSY OTTAWA
AMEMBASSY PARIS
AMEMBASSY TOKYO
AMEMBASSY WELLINGTON

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MANILA FOR USADB

E.O.11652: N/A
TAGS: ADB. EGEN, UK
SUBJECT: ADB LIKELY TO CUT LENDING RATE

REF: STATE 156569

1. WE PRESENTED AIDE MEMOIRE OUTLINING U.S. VIEWS ON REDUCTION OF LENDING RATE BY ASIAN DEVELOPMENT BANK (ADB) TO OVERSEAS DEVELOPMENT MINISTRY (ODM) OFFICIALS JULY 8. WE ASKED THEIR SUPPORT FOR U.S. POSITION AND REQUESTED THAT THEY INSTRUCT THEIR EXECUTIVE DIRECTOR ACCORDINGLY. THEY THANKED US FOR INFORMATION CONTAINED AIDE MEMOIRE AND PROMISED FORMAL RESPONSE TO OUR REQUEST AS SOON AS POSSIBLE.

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2. INFORMALLY, ODM OFFICIALS SAID THEY SHARE U.S. VIEW THAT IF BULK OF THIS YEAR'S LENDING PROGRAMS WILL BE FINANCED OUT OF FUNDS BORROWED IN 1976, THEN THE 1976 RATE SHOULD BE CONSIDERED THE MOST RELEVANT COST IN NEW LOANS. THEY ALSO REMINDED US THAT AT ADB MEETING IN JANUARY, UK EXPRESSED CONCERN THAT FIGURE ADDED ON TO

PERCENTAGE (50 BASIS POINTS) TO COVER ADMINISTRATIVE COSTS WAS UNREALISTICALLY LOW. THIS FACTOR SHOULD BE TAKEN INTO CONSIDERATION WHEN REVIEWING THE LENDING RATE. LASTLY, WE ARE LIKELY TO FIND OURSELVES FAIRLY ISOLATED ON THIS ISSUE. THEY EXPECT THE OTHER DEVELOPED COUNTRIES (PARTICULARLY FRANCE AND THE NETHERLANDS) TO STRONGLY SUPPORT KEEPING THE RATES IN LINE WITH THOSE OF OTHER INTERNATIONAL FINANCIAL INSTITUTIONS.

BREWSTER

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AMENDMENTS, INTEREST RATES, LOANS, DEVELOPMENT PROGRAMS
Control Number: n/a
Copy: SINGLE
Sent Date: 08-Jul-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977LONDON11313
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770244-0415
Format: TEL
From: LONDON
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770778/aaaacptq.tel
Line Count: 72
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: ddda146f-c288-dd11-92da-001cc4696bcc
Office: ACTION TRSE
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
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Previous Handling Restrictions: n/a
Reference: 77 STATE 156569
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 22-Dec-2004 12:00:00 am
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Review Exemptions: n/a
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Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1923495
Secure: OPEN
Status: NATIVE
Subject: ADB LIKELY TO CUT LENDING RATE
TAGS: EGEN, EFIN, UK, ADB
To: STATE
Type: TE
vdkgvwkey: odhc://SAS/SAS.dbo.SAS_Docs/ddda146f-c288-dd11-92da-001cc4696bcc
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